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HENRY McMASTER
GOVERNOR

February 7, 2018

The Honorable William A. Finn, Acting Chairman
South Carolina Public Service Authority Board of Directors
Post Office Box 2946101
Moncks Corner, South Carolina 29461-2901

Dear Chairman Finn:

As our State continues to deal with the fallout from Santee Cooper's and SCANA's decisions to cease construction of V.C. Summer Units 2 and 3, we are faced with many urgent problems that require immediate action. Among these post-abandonment problems is SCANA's refusal to properly maintain and preserve hundreds of millions of dollars in equipment located at the site in Fairfield County—equipment which is owned, in part, by Santee Cooper and, thus, the people of South Carolina.

I have repeatedly expressed grave concerns regarding site stabilization and emphasized the importance of maintaining the site and all relevant construction records, both to protect the value of Santee Cooper's investment and to preserve any future options with respect to the nuclear project. However, for tax purposes, SCANA has informed the Nuclear Regulatory Commission and the Office of Regulatory Staff that that it has unconditionally abandoned construction, placed the site in a terminated state, and decided to neither perform the requisite preventative maintenance nor salvage the valuable facilities, equipment, and materials. Although I had hoped that Santee Cooper and SCANA could resolve these issues by agreement, recent correspondence appears to indicate that these negotiations are at an impasse. Accordingly, I hereby call on Santee Cooper, in the strongest terms possible, to immediately intervene in the pending actions before the Public Service Commission for the purpose of addressing the foregoing concerns and seeking to mitigate irreparable damage to the project and the valuable equipment on site. Because time is of the essence, I ask that you inform me of Santee Cooper's response to this request by noon on February 12, 2018.

I thank you for your cooperation and prompt attention to this matter. Of course, should you have any questions or concerns, please call me.

Yours very truly,


Henry McMaster

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The Honorable William A. Finn, Acting Chairman
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cc: South Carolina Public Service Authority Board of Directors
c/o Elizabeth Henry Warner, Esquire, Corporate Secretary

James E. Brogdon, Jr., Esquire, Interim President and Chief Executive Officer
South Carolina Public Service Authority

Jimmy E. Addison, Chief Executive Officer
SCANA Corporation

Members of the South Carolina General Assembly

Nannette S. Edwards, Esquire, Acting Director
South Carolina Office of Regulatory Staff

✓Public Service Commission of South Carolina
c/o The Honorable Swain E. Whitfield, Chairman